

103^D CONGRESS
2^D SESSION

S. 2379

To prohibit the use of certain assistance provided under the Housing and Community Development Act of 1974 for employment relocation activities.

IN THE SENATE OF THE UNITED STATES

AUGUST 11, 1994

Mr. FEINGOLD (for himself and Mr. KOHL) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

A BILL

To prohibit the use of certain assistance provided under the Housing and Community Development Act of 1974 for employment relocation activities.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 SEC. 1. SHORT TITLE.—This Act may be cited as the
4 “Prohibition of Incentives for Relocation Act of 1994”.

5 SEC. 2. PROHIBITION OF USE OF CDBG ASSISTANCE
6 FOR EMPLOYMENT RELOCATION ACTIVITIES. (a) AU-
7 THORIZATIONS.—Section 103 of the Housing and Com-
8 munity Development Act of 1974 (42 U.S.C. 5303) is
9 amended—

1 (1) by inserting “(a)” before “The Secretary”;

2 and

3 (2) by adding at the end the following new sub-
4 section:

5 “(b) PROHIBITION OF USE OF ASSISTANCE FOR EM-
6 PLOYMENT RELOCATION ACTIVITIES.—Notwithstanding
7 any other provision of law, no amount from a grant made
8 under section 106 in fiscal year 1994 or any succeeding
9 fiscal year may be used for any activity (including any in-
10 frastructure improvement) that is intended, or is likely,
11 to facilitate the relocation or expansion of any industrial
12 or commercial plant, facility, or operation, from one area
13 to another area, if the relocation or expansion will result
14 in a loss of employment in the area from which the reloca-
15 tion or expansion occurs.”.

16 SEC. 3. SPECIAL PURPOSE GRANTS.—Section 107 of
17 the Housing and Community Development Act of 1974
18 (42 U.S.C. 5307) is amended by adding at the end the
19 following new subsection:

20 “(g) PROHIBITION OF USE OF ASSISTANCE FOR EM-
21 PLOYMENT RELOCATION ACTIVITIES.—Notwithstanding
22 any other provision of law, no amount from a grant made
23 under this section in fiscal year 1994 or in any succeeding
24 fiscal year may be used for any activity (including any in-
25 frastructure improvement) that is intended, or is likely,

1 to facilitate the relocation or expansion of any industrial
2 or commercial plant, facility, or operation, from one area
3 to another area, if the relocation or expansion will result
4 in a loss of employment in the area from which the reloca-
5 tion or expansion occurs.”.

6 SEC. 4. GUARANTEE OF LOANS FOR ACQUISITION OF
7 PROPERTY.—Section 108 of the Housing and Community
8 Development Act of 1974 (42 U.S.C. 5308) is amended
9 by adding at the end the following new subsection:

10 “(r) PROHIBITION OF USE OF ASSISTANCE FOR EM-
11 PLOYMENT RELOCATION ACTIVITIES.—Notwithstanding
12 any other provision of law, no amount from a loan guaran-
13 teed under this section in fiscal year 1994 or in any suc-
14 ceeding fiscal year may be used for any activity (including
15 any infrastructure improvement) that is intended, or is
16 likely, to facilitate the relocation or expansion of any in-
17 dustrial or commercial plant, facility, or operation, from
18 one area to another area, if the relocation or expansion
19 will result in a loss of employment in the area from which
20 the relocation or expansion occurs.”.

21 SEC. 5. ECONOMIC DEVELOPMENT GRANTS.—Sec-
22 tion 108(q) of the Housing and Community Development
23 Act of 1974 (42 U.S.C. 5308(q)) is amended by adding
24 at the end the following new paragraph:

1 “(5) PROHIBITION OF USE OF ASSISTANCE FOR
2 EMPLOYMENT RELOCATION ACTIVITIES.—Notwith-
3 standing any other provision of law, no amount from
4 a grant made under this subsection in fiscal year
5 1994 or in any succeeding fiscal year may be used
6 for any activity (including any infrastructure im-
7 provement) that is intended, or is likely, to facilitate
8 the relocation or expansion of any industrial or com-
9 mercial plant, facility, or operation, from one area to
10 another area, if the relocation or expansion will re-
11 sult in a loss of employment in the area from which
12 the relocation or expansion occurs.”.

13 SEC. 6. COMMUNITY INVESTMENT CORPORATION
14 DEMONSTRATION.—Section 853 of the Housing and Com-
15 munity Development Act of 1992 (42 U.S.C. 5305 note)
16 is amended by adding at the end the following new para-
17 graph:

18 “(17) PROHIBITION OF USE OF ASSISTANCE
19 FOR EMPLOYMENT RELOCATION ACTIVITIES.—Not-
20 withstanding any other provision of law, no amount
21 from assistance provided under this subsection in
22 fiscal year 1994 or in any succeeding fiscal year may
23 be used for any activity (including any infrastruc-
24 ture improvement) that is intended, or is likely, to
25 facilitate the relocation or expansion of any indus-

1 trial or commercial plant, facility, or operation, from
2 one area to another area, if the relocation or expansion
3 will result in a loss of employment in the area
4 from which the relocation or expansion occurs.”.

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